Action Item	8
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PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA **COMMISSION DIRECTIVE**

ADMINISTRATIVE MATTER MOTOR CARRIER MATTER UTILITIES MATTER		DATE DOCKET NO. ORDER NO.	December 08, 2010 2010-5-G		
<u>SUBJECT:</u> <u>DOCKET NO. 2010-5-G - Annual Review of Purchased Gas Adjustment and Gas Purchasing Policies of South Carolina Electric & Gas Company</u> – Discuss this Matter with the Commission.					
COMMISSION ACTION: My motion is in connection with our annual review of the Purchased Gas Adjustment and the Gas Purchasing Policies of South Carolina Electric and Gas Company. The Office of Regulatory Staff and SCE&G have presented a comprehensive settlement agreement for our approval. We held a formal hearing on November 10, 2010. Based on the evidence of record, I move that we find that adoption of the Settlement Agreement is in the best interest of SCE&G's customers, the State of South Carolina, and the financial integrity of the Company. Our order should specifically find that during the Review Period, SCE&G: (a) properly administered the purchased gas adjustment and correctly adjusted the gas cost recovery factors for each customer class in accordance with the terms of Order Nos. 2006-679 and 2009-910; (b) employed reasonable and prudent gas purchasing practices and policies; (c) administered the Industrial Sales Program-Rider prudently and reasonably and in accordance with the terms of Order No. 2005-619; (d) recovered its gas costs consistent with applicable tariffs and Commission orders (subject to an ORS adjustment), and properly administered the PGA; (e) conducted and administered its hedging program prudently and consistent with the approvals granted in Docket No. 2006-5-G, Order No. 2006-679 and modified by Order No. 2008-546; and (f) was prepared during the Review Period and is currently prepared to meet its firm customers' projected needs via its future supply and capacity asset plans. In addition, our order should specify that future review periods will end on July 31 of each year. Accordingly, the Company's future PGA hearings should be scheduled in early November of each year.					
PRESIDING: <u>Howard</u>	S	SESSION: <u>Regula</u>	r TIME: 2:30 p.m.		
MOTION YES NO FLEMING	OTHER <u>Absent</u> Sich	k Leave			

HAMILTON

HOWARD

MITCHELL		✓	
WHITFIELD		~	
WRIGHT	✓	~	

(SEAL) RECORDED BY: <u>J. Schmieding</u>

